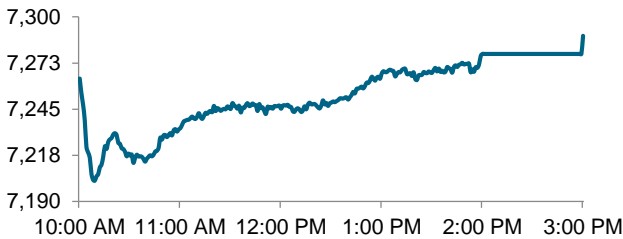


Daily Markets Overview

2 June 2020

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,289	1.1	3.4	-13.1	19.7
Saudi (NOMU)	7,366	3.4	2.7	2.6	30.8
Energy	4,986	-0.2	-0.1	-8.4	21.7
Materials	4,519	2.1	5.0	-12.5	NA
Capital Goods	3,537	2.0	3.6	-18.4	23.7
Com. & Prof. Svc	3,682	1.5	3.8	-22.8	14.5
Transportation	3,557	-0.6	1.7	-19.1	17.1
Cons. Durables & Apparel	3,188	1.1	3.9	-9.1	NA
Consumer Services	3,206	0.6	2.5	-19.0	29.5
Media	7,363	1.8	3.4	-21.7	22.8
Retailing	6,391	-0.1	3.7	-17.0	NA
Food & Staples Retailing	9,423	0.6	2.8	42.4	NA
Food & Beverages	5,009	4.4	6.0	15.1	42.0
Health Care Equipment	3,578	0.4	1.6	-4.1	24.4
Pharma, Biotech & Life Science	3,687	0.2	2.4	2.6	NA
Banks	6,536	0.7	4.2	-19.4	12.7
Diversified Financials	2,932	0.2	3.3	-11.2	NA
Insurance	4,420	0.3	1.5	-2.1	41.4
Telecommunication	6,502	0.9	1.4	0.5	22.8
Utilities	3,737	0.0	0.9	-15.1	NA
REITs	3,676	1.0	1.4	-12.4	20.1
Real Estate	2,528	1.2	3.7	-19.3	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Gulf Union Co-op Insurance Co.	15.34	9.9%	52
Almarai Co.	54.00	7.1%	140
Al Hassan Ghazi Ibrahim Shaker	8.99	6.6%	19
Dar Alarkan Real Estate Development Co.	7.45	6.0%	609
Saudi Arabian Mining Co.	37.65	5.3%	45

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	vs. Consensus
Al Hokair Group	1-Jun	1Q20	2.1	107%	0.04	NA
Extra	31-May	1Q20	34.7	3%	0.58	NA
SPM	31-May	1Q20	1.0	-96%	0.11	NA
Sharqiya Dev Co.	31-May	1Q20	-0.5	30%	-0.07	NA
Amiantit	31-May	1Q20	-131.3	-225%	-3.81	NA

Source: Tadawul

Saudi Market Update

- TASI closed 1.1% higher at 7,289 while NOMUC gained 3.4% to 7,366 on Monday. TASI traded value totaled SAR 6.7bn and averaged SAR 4.9bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 29.1% of traded value.
- MSCI Emerging Markets closed 2.3% higher on Monday, trading at P/E (TTM) of 15.4x vs. 19.7x for TASI.
- Banks and Materials gained 0.7% and 2.1%, respectively. Telecom closed 0.9% higher. Food & Beverages (up 4.4%) was the best performing sector. Among stocks, Gulf Union Cooperative Insurance Co. (8120/GULFUNI AB), Almarai Co. (2280/ALMARAI AB), and Al Hassan Ghazi Ibrahim Shaker (1214/SHAKER AB), led the gainers.
- The Saudi Arabian Monetary Authority (SAMA) injected SAR 50bn (USD 13.3bn) into the banking sector to boost liquidity and enhance lending capacity. The move aims to help banks restructure or modify the private sector loans without additional charges, as well as maintaining employment levels and provide certain e-services for free. (Source: Argaam)
- Abdulmohsen Alhokair Group for Tourism and Development (1820/AATD AB) turned to a net profit after Zakat and tax of SAR 2.1mn for 1Q20, compared to a net loss of SAR 32 million in the same period last year. The company attributed the performance to reduction in total expenses, lower general and administration expenses, and higher other income and share in profits of joint ventures. (Source: Argaam)
- National Commercial Bank (1180/NCB AB) plans to issue SAR denominated additional Tier 1 sukuk through private placement. The potential sukuk aims to strengthen the bank's capital base in line with the Basel III framework. (Source: Argaam)
- Sumou Real Estate Co. (9511/SRE AB)'s BoD recommended a cash dividend of SAR 1 per share for FY19, implying a full-year yield of 1.6%. (Source: Argaam)
- Saudi Paper Manufacturing Co. (2300/SPM AB) revealed that it has resumed complete operations at its plants and subsidiaries located in Dammam Industrial City II. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Arabian Centres Co	21.48	-2.7%	54
Al Mashaar REIT	7.30	-2.7%	1
Ash-Sharqiyah Development Co.	63.50	-2.3%	75
Abdullah Saad Mohammed Abo Moati for Bookstores Co.	16.50	-2.0%	11
Saudi Ground Services Co.	28.10	-1.9%	52

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
The Mediterranean & Gulf Insurance & Reinsurance Co.	22.52	10.0%	59
Raydan Food Co.	16.44	9.9%	22
Al Gassim Investment Holding Co.	11.78	9.9%	21
Al-Jouf Agriculture Development Co.	26.20	9.6%	34
Al Mashaar REIT	7.50	9.5%	1

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of June 1, 2020
(2) WTD: Week to Date and YTD: Year to Date

Daily Markets Overview

2 June 2020

GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	1,974	1.5	0.6	-28.6	7.7
Abu Dhabi (ADX)	4,171	0.7	1.2	-17.8	12.9
Kuwait (KSE)	4,854	0.1	-0.1	-13.1	23.0
Qatar (QE)	9,020	2.0	1.7	-13.5	14.2
Oman (MSM)	3,535	-0.3	0.4	-11.2	9.1
Bahrain (BSE)	1,270	0.0	-0.5	-21.1	9.0
DJMENA Index	501	1.1	2.1	-17.2	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	3,056	0.4	0.4	-5.4	21.3
US (NASDAQ 100)	9,552	0.7	0.7	6.5	33.5
UK (FTSE 100)	6,166	1.5	1.5	-18.2	21.6
Germany (DAX)	11,587	0.0	0.0	-12.5	NA
France (CAC 40)	4,763	1.4	1.4	-20.3	18.9
Russia (MICEX)	2,750	0.6	0.6	-9.7	7.1
Japan (Nikkei)	22,062	0.8	0.8	-6.7	25.7
Hong Kong (HSI)	23,733	3.4	3.4	-15.8	10.3
South Korea (KOSPI)	2,065	1.7	1.7	-6.0	23.7
China (SHCOMP)	2,915	2.2	2.2	-4.4	14.8
India (NIFTY)	9,826	2.6	2.6	-19.2	19.4
Brazil (IBOV)	88,620	1.4	1.4	-23.4	32.8
Turkey (BIST 100)	1,07,266	1.7	1.7	-6.3	8.6
Egypt (EGX30)	10,227	1.2	1.2	-26.7	8.8
MSCI Emerging Markets	951	2.3	2.3	-14.6	15.4
MSCI World	2,164	0.7	0.7	-8.2	20.9

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	38.3	8.5	8.5	-41.9	-40.6
Natural Gas (\$/mmbtu)	1.8	-4.1	-4.1	-19.0	-30.6
Gold (\$/oz)	1,740	0.5	0.5	14.6	33.2
Silver (\$/oz)	18.3	2.4	2.4	2.5	25.4
Platinum (\$/oz)	851	1.5	1.5	-12.0	7.2
Copper (\$/t)	5,458	2.0	2.0	-11.2	-6.0
Zinc (\$/t)	2,023	1.5	1.5	-11.3	-24.2
Lead (\$/mt)	1,635	1.2	1.2	-15.0	-8.3
Wheat (\$/bu)	515	-1.1	-1.1	-7.8	-4.3
Corn (\$/bu)	323	-0.8	-0.8	-16.6	-28.8
Sugar (\$/lb)	11.0	0.8	0.8	-18.0	-19.1

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	0.43	-0.01	-1.47	0.00
Saudi Arabia	1.17	-0.02	-1.06	0.73
UAE	0.86	-0.40	-1.35	0.43
Kuwait	1.75	0.00	-1.00	1.32
Qatar	1.21	-0.03	-1.04	0.78
Bahrain	2.23	0.05	-0.43	1.80

Source: Reuters

NOTES:

(1) Prices updated as of June 01, 2020(2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate - Country 3M Rate

GCC & Global Markets Update

- US markets ended in the green on Monday. S&P 500 and NASDAQ gained 0.4% and 0.7%, respectively. Dow Jones Industrial closed 0.4% higher. In Europe, UK increased 1.5%. Germany was closed for trading, while France closed 1.4% higher.
- Asian markets are trading mostly higher on Monday. China is down 0.1%, while Japan is up 1.1%. South Korea is trading 0.7% higher. Hong Kong and India are trading 0.4% and 0.3% higher, respectively, in the morning session.
- GCC markets ended mostly higher on Monday. Dubai and Abu Dhabi increased 1.5% and 0.7%, respectively. Kuwait and Qatar closed 0.1% and 2.0% higher, respectively. Oman was down 0.3%, while Bahrain closed flat.
- US Markit Manufacturing PMI for May 2020 stood at 39.8 (prior: 36.1; consensus: 39.8). (Source: Trading Economics)
- According to reports, OPEC and Russia are moving closer to a compromise on extending the duration of oil output cuts. Both sides are now discussing a proposal to rollover supply curbs for 1 to 2 months. (Source: Argam)
- According to S&P Global Ratings, the six nations of the Gulf Cooperation Council will maintain their pegged currencies despite a fall in oil prices. S&P added that should the currencies of lower-rated Bahrain and Oman come under significant pressure, higher-rated sovereigns would provide financial support to prevent contagion to their own financial markets. (Source: Zawya)
- The Khalifa Industrial Zone Abu Dhabi (Kizad), a subsidiary of Abu Dhabi Ports and the Middle East's largest industrial zone, has broken ground on its new dedicated Truck Plaza, comprising refuelling and rest facilities with the Industrial Zone. (Source: Trade Arabia)
- According to Oman's National Centre for Statistics and Information (NCSI), the foreign direct investment (FDI) in Oman till the end of 3Q19 was OMR 11.04bn (SAR 107bn), a growth of 6% compared to the same period in 2018. The United Kingdom (UK) topped the list of countries with FDI in the country investing OMR 5.17bn (SAR 50.4bn), followed by the UAE at OMR 1.13bn (SAR 11.02bn). (Source: Trade Arabia)
- According to the Central Bank of the UAE, gross assets of banks operating in Abu Dhabi and Dubai have risen to around AED 2.89tn (SAR 2.96tn), by the end of April, accounting for 92% of total banking assets in the country, which are estimated at AED 3.16tn (SAR 3.23bn). (Source: Trade Arabia)
- According to reports, Sharjah has hired banks to raise as much as USD 1.0bn (SAR 3.75bn) from international debt markets, to shore up its finances against the fallout of the coronavirus pandemic. (Source: Trade Arabia)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended May 29 (prior: +7.9mn barrels) will be announced tomorrow. (Source: Trading Economics)
- US jobless claims for the week ended May 30 (prior: 2.1mn) will be announced on June 4. (Source: Trading Economics)
- Japan Industrial Production for April 2020 (prior: -3.7% M/M, -5.2% Y/Y) will be announced on June 12. (Source: Trading Economics)

Daily Markets Overview

2 June 2020

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